



State of Utah

Department of Natural Resources

MICHAEL R. STYLER
Executive Director

Division of Oil, Gas & Mining

JOHN R. BAZA
Division Director

JON M. HUNTSMAN, JR.
Governor

GARY R. HERBERT
Lieutenant Governor

January 17, 2007

Mr. Loy Crapo
aka The Bug House
350 East 300 South
Post Office Box 1113
Delta, Utah 84624

Subject: Request for Signature to Certificate of Deposit (CD) Letter Agreement and Bank Issuance of Administrative Hold Letter, Loy Crapo aka The Bug House, ML 27618 Mine Site, M0250025, Kane County, Utah

Dear Mr. Crapo:

The Division has received the signed and notarized small mine reclamation contract for the ML 27618 site, and has completed and emailed the CD Letter agreement for to Wells Fargo Personal Banker, Ms. Shanon M. Young, shanon.m.young@wellsfargo.com.

In order to complete the surety paperwork process please contact Ms. Young at Wells Fargo Bank requesting:

- The bank issue an administrative hold letter for each site with the originals sent to the Division;
- The bank manager sign the CD Letter agreement for each site and send originals to the Division

In addition, please go to the bank and sign and date the CD Letter agreement. Please ensure the original signature pages are mailed back to the Division along with the original Administrative Hold Letters. If you and/or the bank require assistance or clarification regarding the process, please contact Beth Ericksen, Minerals Surety Coordinator, by telephone or email, (801) 538-5318 or bethericksen@utah.gov.

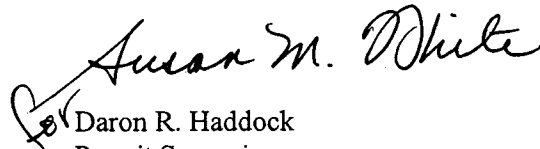
Division approval of the reclamation surety cannot occur until these final steps are taken and the CD paperwork is complete with signatures. The Division can take no further review action of the reclamation surety documents until the above requirements are addressed.

If you have questions about the permit, please contact Mr. Tom Munson, Reclamation Specialist, (801) 538-5321. He can assist with modifying the permit to reflect actual ground disturbance and determining the required surety amount for this site.

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Thank you in advance for your prompt attention to this important permitting requirement.

Sincerely,


Daron R. Haddock
Permit Supervisor
Minerals Regulatory Program

SMW:BE:be

cc: Beth Ericksen, DOGM
Tom Munson, DOGM

Shannon Young, Wells Fargo N.A., (shanon.m.young@wellsfargo.com)

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